GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Ind. & Com. Dept. – Setting up of Common Facility Centre (CFC) in Pulses & Pulses Product Cluster, Machavaram, Rayavaram, East Godavari, Andhra Pradesh under MSE–CDP- Authorization to the Director of Industries to release GoAP Grant of Rs.1,18,70,000/- under MSE–CDP guidelines to the current account of Andhra Pradesh MSME Development Corporation – Permission Accorded –Orders – Issued.

INDUSTRIES AND COMMERCE (PROG.I) DEPARTMENT

G.O.Rt.No.119 Dated:30/07/2021

Read the following:

1. OM of Government of India 1(834)/CDD/guidelines/2018, Dt.11.10.2019.
2. 54th Meeting of National Level Steering Committee (NLSC) of Micro & Small Enterprises Cluster Development Program (MSE-CDP) by MSME Development Commission, Government of India (GoI) Dated 02.03.2021.
3. E-file received from the CEO, AP MSME Development Corporation vide e-file no. INC64-OPOM0MISC/15/2021-CEO-INC64 (Computer No: 1382294).

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ORDER:

In the reference 1st read above, Government of India issued revised guidelines of Micro and Small Enterprises Cluster Development Programme (MSE-CDP). The Cluster Development approach as a key strategy for enhancing the productivity and competitiveness as well as capacity building of Micro and Small Enterprises (MSEs) and their collectives. These guidelines of MSE-CDP elaborate the procedure and funding pattern for various admissible components in the Scheme. One of the components in MSE-CDP Scheme is Common Facility Center (CFC). Under this scheme the GoI grant will be restricted to 70% of the cost of Project of maximum Rs.20.00 crore. Certain special cases like North East & Hill States, Island territories, Aspirational Districts/LWE affected Districts, Clusters with more than 50% (a) micro/ village, (b) women owned, (c) SC/ST units, the Government of India grant will be 90% project cost. The cost of Project includes cost of Land (subject to maximum of 25% of Project Cost), building, preoperative expenses, preliminary expenses, machinery & equipment, miscellaneous fixed assets, support infrastructure such as water supply, electricity and margin money for working capital. The contribution of the cluster beneficiaries should be as high as possible but not less than 10 percent of the total cost of CFC. State Government contribution will be considered as gap funding. The project has to be implemented in 2 years from the date of final approval.

2. As per the new guidelines under MSE-CDP scheme, the release of funds for Common Facility Centre (CFC) would be in three/four installments to the Implementing Agency (IA) on the basis of Physical progress, actual expenditure incurred and requirement of funds for the Project. Contribution from State Government may be released in one-go or proportionately at 40:30:30 ratio and deposit of funds from State Government and SPV is mandatory before asking grant from Government of India by Implementing Agency.

(P.T.O)

3. In the Minutes of 54th Meeting of National Level Steering Committee of Micro & Small Enterprises Cluster Development Program (MSE-CDP), held on 02.03.2021, among others, approval has been accorded for establishment of CFC on Pulses & Pulses Product Cluster, Machavaram, Rayavaram, East Godavari, Andhra Pradesh with the following means of finance as detailed below:

Sl. No	Particulars	Approved Cost (In Lakhs)
1	Grant – in – Aid from Govt. of India	1038.14
2	Grant – in – Aid from Govt. of Andhra Pradesh	296.61
3.	SPV Contribution	148.31
	Total	1483.06

4. In the reference 3rd read above, the Chief Executive Officer, Andhra Pradesh MSME Development Corporation has requested the Government to accord necessary administrative sanction for an amount of Rs.1,18,70,000/- for 1st installment of Government of Andhra Pradesh grant to set up Common Facility Centre (CFC) in Pulses & Pulses Product Cluster, Machavaram, Rayavaram, East Godavari District, Andhra Pradesh.

5. After examination of the matter, Government hereby accord in principle approval for State Government Share amount of Rs.296.61 lakhs and also accord administrative sanction to release Rs.1,18,70,000/- (40% of the grant of State) to the CEO, AP MSME Development Corporation by authorizing the Director of Industries (DDO) to adjust these funds to the Current Account No.4014836807- 0, SBI Branch, M.G. Road, Vijayawada for Setting up of Common Facility Centre (CFC) in Pulses & Pulses Product Cluster, Machavaram, Rayavaram, East Godavari District.

6. This amount sanctioned above shall be debited to the following head of Account HoA 2851 – MH. 800 – Other Expenditure GH.11 – State Dev. Plan Schemes – SH(9) Development of cluster in Tiny Sector – 310/312 Other Grant-in-Aid from the budget provision for the Financial Year 2021-2022.

7. The amount sanctioned above shall be utilized as per the scheme guidelines and for the purpose for which it is sanctioned. Implementing Agency & Director of Industries shall ensure necessary formalities as per the Scheme guidelines while releasing the grant.

8. The CEO, MSME Development Corporation/Director of Industries, Vijayawada shall take necessary action in the matter accordingly.

9. This order is issued with the concurrence of Finance (FMU-I&I, Energy and I&C) Department vide Fin.U.O.No. FIN01-FMU0ASD(IIE)/13/2021-FMU-IIEIC (Computer No:1406615), Dt.08/05/2021.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

R. KARIKAL VALAVEN
SPL. CHIEF SECRETARY TO GOVERNMENT

To
The CEO, MSME Development Corporation, Tadepalli, Guntur.

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The Director of Industries, Vijayawada.
Copy to:
The Director, Ministry of MSME, O/o Development Commissioner (MSME),
Nirman Bhawan, New Delhi.
The Pay & Accounts Officer, Ibrahimpatnam, Vijayawada.
The Director of Treasuries & Accounts, Ibrahimpatnam, Vijayawada.
The A.G (A & E), Vijayawada.
The Finance (FMU-I&I, Energy and I&C) Department.
SPl. Chief Secretary to Government, Ind. & Com. Department.
Sf/Sc

// FORWARDED ::BY ORDER //

SECTION OFFICER